

**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2769**

FINANCIAL STATEMENT EXAMINATION REPORT

OF

TOWN OF ZIONSVILLE

BOONE COUNTY, INDIANA

January 1, 2012 to December 31, 2012



**FILED**  
10/09/2013



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	John Yeo	01-01-12 to 12-31-15
President of the Town Council	Tim Haak Jeff Papa	01-01-12 to 12-31-12 01-01-13 to 12-31-13
Town Manager	Edward Mitro	01-01-12 to 12-31-13
Superintendent of Wastewater Utility	Dennis Mackey	01-01-12 to 12-31-13



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF ZIONSVILLE, BOONE COUNTY, INDIANA

We have examined the accompanying financial statement of the Town of Zionsville (Town), for the year ended December 31, 2012. The financial statement is the responsibility of the Town's management. Our responsibility is to express an opinion on the financial statement based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial statement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

As discussed in Note 1, the Town prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position and results of operations of the Town for the year ended December 31, 2012.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the Town for the year ended December 31, 2012, on the basis of accounting described in Note 1.

Our examination was conducted for the purpose of forming an opinion on the Town's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the examination procedures applied to the financial statement and, accordingly, we express no opinion on them.

Bruce Hartman  
State Examiner

August 12, 2013

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## FINANCIAL STATEMENT

The financial statement and accompanying notes were approved by management of the Town. The financial statement and notes are presented as intended by the Town.

TOWN OF ZIONSVILLE  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2012

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
General	\$ 1,734,798	\$ 1,716,637	\$ 2,116,068	\$ 1,335,367
Motor Vehicle Highway	1,067,479	3,111,409	2,507,065	1,671,823
Local Road And Street	7,750	106,042	60,000	53,792
FACT Grant	-	324	-	324
Park & Recreation Non-Reverting Operating	45,368	13,597	11,200	47,765
BCC Project Grant	-	10,114	9,878	236
Continuing Education-Police	18,111	18,964	18,977	18,098
Park & Recreation	201,919	635,336	645,179	192,076
Rainy Day	1,657,096	-	-	1,657,096
Food & Beverage Tax	274,378	234,551	139,594	369,335
Task Force (Police)	27,883	-	-	27,883
Fire Territory Operating	865,650	5,429,123	5,104,447	1,190,326
Boone County Economic Development	2,450	1,050	3,500	-
Cumulative Capital Improvement	29,573	37,556	20,000	47,129
Cumulative Capital Development	574,775	869,166	143,787	1,300,154
Park & Recreation Non-Reverting Capital	1,061,538	-	81,270	980,268
Cobblestone Lake Rd. Improvement	200,000	-	-	200,000
Redevelopment Authority 2012 Construction	-	3,027,213	92,200	2,935,013
Redevelopment Authority 2012 Bonds Debt Service Reserve	-	367,463	-	367,463
TIF District	3,150,320	1,517,835	1,767,697	2,900,458
Fire Equipment Replacement	1,138,046	428,338	1,238,793	327,591
Park Impact Fee	-	46,398	-	46,398
Donation	78,045	27,435	41,151	64,329
Child Passenger Safety	702	1,100	328	1,474
Town Hall Improvement	9,849	-	320	9,529
Police Operating	1,237,493	2,280,874	2,657,946	860,421
Record Perpetuation	2,525	-	236	2,289
Union Fire Loan	(6,001)	6,001	-	-
Lease Rental 2008 Redevelopment 106Th St Bond	606,859	460,000	454,609	612,250
Debt Service	569,378	1,155,357	1,351,859	372,876
Lease Rental 2008 Redevelopment Debt	230,855	-	-	230,855
Union Debt Service	65,475	241,578	236,405	70,648
Redevelopment Authority	63,254	95,618	158,872	-
Redevelopment Authority 2012	-	47,790	41,344	6,446
Willow Road Construction	286,336	-	-	286,336
Road Impact Fee	265,868	20,858	59,731	226,995
Payroll	69,752	7,424,463	7,401,087	93,128
Town Court	8,486	115,970	118,763	5,693
Golf Course Operating	149,226	304,759	325,480	128,505
Trash	71,797	482,182	541,710	12,269
Sewer Operating	2,053,009	2,595,834	2,253,039	2,395,804
2010 Sewage Works Construction	103,216	189,765	235,318	57,663
Sewer Improvement Carter Agreement	4,660	75,840	71,120	9,380
Availability Fees	529,251	283,475	-	812,726
2010 Sewage Works Bond/Interest	182,877	389,460	572,231	106
Sewer Debt Service Reserve	151,376	97,020	-	248,396
<b>Totals</b>	<b>\$ 18,791,422</b>	<b>\$ 33,866,495</b>	<b>\$ 30,481,204</b>	<b>\$ 22,176,713</b>

The notes to the financial statement are an integral part of this statement.

TOWN OF ZIONSVILLE  
NOTES TO FINANCIAL STATEMENT

**Note 1. Summary of Significant Accounting Policies**

*A. Reporting Entity*

The Town was established under the laws of the State of Indiana. The Town operates under a Town Council form of government and provides some or all of the following services: public safety (police and fire), highways and streets, culture and recreation, public improvements, planning and zoning, general administrative services, wastewater and storm water.

The accompanying financial statement presents the financial information for the Town.

*B. Basis of Accounting*

The financial statement is reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

*C. Cash and Investments*

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

*D. Receipts*

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the Town.

Licenses and permits which include amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include: peddler licenses, dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state,

TOWN OF ZIONSVILLE  
NOTES TO FINANCIAL STATEMENT  
(Continued)

local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records, copy machine charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable tv receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits which include receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees which are comprised mostly of charges for current services.

Penalties which include fees received for late payments.

Other receipts which include amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

*E. Disbursements*

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Personal services include outflows for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies which include articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges which include, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Debt service principal and interest which include fixed obligations resulting from financial transactions previously entered into by the Town. It includes all expenditures for the reduction of the principal and interest of the Town's general obligation indebtedness.

Capital outlay which include all outflows for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

TOWN OF ZIONSVILLE  
NOTES TO FINANCIAL STATEMENT  
(Continued)

Utility operating expenses which include all outflows for operating the utilities.

Other disbursements which include, but are not limited to the following: interfund loan payments, loans made to other funds, internal service disbursements, and transfers out that are authorized by statute, ordinance, resolution, or court order.

*F. Interfund Transfers*

The Town may, from time to time, transfer money from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

*G. Fund Accounting*

Separate funds are established, maintained, and reported by the Town. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the Town. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the Town in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

**Note 2. Budgets**

The operating budget is initially prepared and approved at the local level. The fiscal officer of the Town submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

**Note 3. Property Taxes**

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the Town in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

TOWN OF ZIONSVILLE  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 4. Deposits and Investments**

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the Town to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

**Note 5. Risk Management**

The Town may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the Town to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the Town authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System  
1 North Capital Street, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 526-1687

TOWN OF ZIONSVILLE  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Funding Policy and Annual Pension Cost*

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS.

*Funding Policy*

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute.

*On Behalf Payments*

The 1937 Firefighters' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

*B. 1977 Police Officers' and Firefighters' Pension and Disability Fund*

*Plan Description*

The 1977 Police Officers' and Firefighters' Pension and Disability Fund is a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Retirement System (INPRS) for all police officers and firefighters hired after April 30, 1977.

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting, and requirements for contributions by employers and by employees. Covered employees may retire at age 52 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 52. The plan also provides for death and disability benefits.

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System  
1 North Capital Street, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 526-1687

*Funding Policy*

The contribution requirements of plan members and the Town are established by the Board of Trustees of INPRS.

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## SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Town's Annual Report information can be found on the Gateway website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Annual Report of the Town which is referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

The supplementary information presented was approved by management of the Town. It is presented as intended by the Town.

TOWN OF ZIONSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012

	General	Motor Vehicle Highway	Local Road And Street	FACT Grant	Park & Recreation Non-Reverting Operating	BCC Project Grant	Continuing Education-Police
Cash and investments - beginning	\$ 1,734,798	\$ 1,067,479	\$ 7,750	\$ -	\$ 45,368	\$ -	\$ 18,111
Receipts:							
Taxes	381,400	1,116,937	-	-	-	-	-
Licenses and permits	660,288	900	-	-	-	-	8,770
Intergovernmental	481,930	1,969,409	106,042	-	-	-	-
Charges for services	1,560	18	-	-	13,509	10,114	3,057
Fines and forfeits	40,497	-	-	-	-	-	7,137
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	150,962	24,145	-	324	88	-	-
Total receipts	<u>1,716,637</u>	<u>3,111,409</u>	<u>106,042</u>	<u>324</u>	<u>13,597</u>	<u>10,114</u>	<u>18,964</u>
Disbursements:							
Personal services	875,718	727,733	-	-	-	9,878	16,617
Supplies	27,954	171,840	-	-	10,477	-	-
Other services and charges	980,389	1,488,413	60,000	-	468	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	11,407	80,869	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	220,600	38,210	-	-	255	-	2,360
Total disbursements	<u>2,116,068</u>	<u>2,507,065</u>	<u>60,000</u>	<u>-</u>	<u>11,200</u>	<u>9,878</u>	<u>18,977</u>
Excess (deficiency) of receipts over disbursements	<u>(399,431)</u>	<u>604,344</u>	<u>46,042</u>	<u>324</u>	<u>2,397</u>	<u>236</u>	<u>(13)</u>
Cash and investments - ending	<u>\$ 1,335,367</u>	<u>\$ 1,671,823</u>	<u>\$ 53,792</u>	<u>\$ 324</u>	<u>\$ 47,765</u>	<u>\$ 236</u>	<u>\$ 18,098</u>

TOWN OF ZIONSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Park & Recreation	Rainy Day	Food & Beverage Tax	Task Force (Police)	Fire Territory Operating	Boone County Economic Development	Cumulative Capital Improvement
Cash and investments - beginning	\$ 201,919	\$ 1,657,096	\$ 274,378	\$ 27,883	\$ 865,650	\$ 2,450	\$ 29,573
Receipts:							
Taxes	584,505	-	234,551	-	2,541,958	-	-
Licenses and permits	-	-	-	-	27,170	1,050	-
Intergovernmental	50,129	-	-	-	2,819,050	-	37,556
Charges for services	-	-	-	-	1,000	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	702	-	-	-	39,945	-	-
Total receipts	<u>635,336</u>	<u>-</u>	<u>234,551</u>	<u>-</u>	<u>5,429,123</u>	<u>1,050</u>	<u>37,556</u>
Disbursements:							
Personal services	344,629	-	-	-	4,687,439	-	-
Supplies	78,595	-	-	-	110,730	-	-
Other services and charges	197,137	-	102,646	-	306,278	3,500	20,000
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	4,045	-	36,948	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	20,773	-	-	-	-	-	-
Total disbursements	<u>645,179</u>	<u>-</u>	<u>139,594</u>	<u>-</u>	<u>5,104,447</u>	<u>3,500</u>	<u>20,000</u>
Excess (deficiency) of receipts over disbursements	<u>(9,843)</u>	<u>-</u>	<u>94,957</u>	<u>-</u>	<u>324,676</u>	<u>(2,450)</u>	<u>17,556</u>
Cash and investments - ending	<u>\$ 192,076</u>	<u>\$ 1,657,096</u>	<u>\$ 369,335</u>	<u>\$ 27,883</u>	<u>\$ 1,190,326</u>	<u>\$ -</u>	<u>\$ 47,129</u>

TOWN OF ZIONSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Cumulative Capital Development	Park & Recreation Non-Reverting Capital	Cobblestone Lake Rd. Improvement	Redevelopment Authority 2012 Construction	Redevelopment Authority 2012 Bonds Debt Service Reserve	TIF District	Fire Equipment Replacement
Cash and investments - beginning	\$ 574,775	\$ 1,061,538	\$ 200,000	\$ -	\$ -	\$ 3,150,320	\$ 1,138,046
Receipts:							
Taxes	800,916	-	-	-	-	1,331,595	394,702
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	68,250	-	-	-	-	-	33,636
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	3,027,213	367,463	186,240	-
Total receipts	869,166	-	-	3,027,213	367,463	1,517,835	428,338
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	92,200	-	328,000	-
Debt service - principal and interest	-	-	-	-	-	548,396	-
Capital outlay	143,787	81,250	-	-	-	891,301	1,238,793
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	20	-	-	-	-	-
Total disbursements	143,787	81,270	-	92,200	-	1,767,697	1,238,793
Excess (deficiency) of receipts over disbursements	725,379	(81,270)	-	2,935,013	367,463	(249,862)	(810,455)
Cash and investments - ending	\$ 1,300,154	\$ 980,268	\$ 200,000	\$ 2,935,013	\$ 367,463	\$ 2,900,458	\$ 327,591

TOWN OF ZIONSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Park Impact Fee	Donation	Child Passenger Safety	Town Hall Improvement	Police Operating	Record Perpetuation	Union Fire Loan
Cash and investments - beginning	\$ -	\$ 78,045	\$ 702	\$ 9,849	\$ 1,237,493	\$ 2,525	\$ (6,001)
Receipts:							
Taxes	-	-	-	-	1,513,566	-	6,001
Licenses and permits	46,398	-	-	-	-	-	-
Intergovernmental	-	-	-	-	750,699	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	27,435	1,100	-	16,609	-	-
Total receipts	<u>46,398</u>	<u>27,435</u>	<u>1,100</u>	<u>-</u>	<u>2,280,874</u>	<u>-</u>	<u>6,001</u>
Disbursements:							
Personal services	-	-	-	-	2,258,506	-	-
Supplies	-	-	328	-	157,958	236	-
Other services and charges	-	41,151	-	-	72,091	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	320	49,406	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	119,985	-	-
Total disbursements	<u>-</u>	<u>41,151</u>	<u>328</u>	<u>320</u>	<u>2,657,946</u>	<u>236</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>46,398</u>	<u>(13,716)</u>	<u>772</u>	<u>(320)</u>	<u>(377,072)</u>	<u>(236)</u>	<u>6,001</u>
Cash and investments - ending	<u>\$ 46,398</u>	<u>\$ 64,329</u>	<u>\$ 1,474</u>	<u>\$ 9,529</u>	<u>\$ 860,421</u>	<u>\$ 2,289</u>	<u>\$ -</u>

TOWN OF ZIONSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Lease Rental 2008 Redevelopment 106Th St Bond	Debt Service	Lease Rental 2008 Redevelopment Debt	Union Debt service	Redevelopment Authority	Redevelopment Authority 2012	Willow Road Construction
Cash and investments - beginning	\$ 606,859	\$ 569,378	\$ 230,855	\$ 65,475	\$ 63,254	\$ -	\$ 286,336
Receipts:							
Taxes	-	1,067,995	-	233,987	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	87,362	-	7,591	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	460,000	-	-	-	95,618	47,790	-
Total receipts	460,000	1,155,357	-	241,578	95,618	47,790	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	452,609	1,351,859	-	236,405	130,701	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,000	-	-	-	28,171	41,344	-
Total disbursements	454,609	1,351,859	-	236,405	158,872	41,344	-
Excess (deficiency) of receipts over disbursements	5,391	(196,502)	-	5,173	(63,254)	6,446	-
Cash and investments - ending	\$ 612,250	\$ 372,876	\$ 230,855	\$ 70,648	\$ -	\$ 6,446	\$ 286,336

TOWN OF ZIONSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Road Impact Fee	Payroll	Town Court	Golf Course Operating	Trash	Sewer Operating
Cash and investments - beginning	\$ 265,868	\$ 69,752	\$ 8,486	\$ 149,226	\$ 71,797	\$ 2,053,009
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	20,858	-	-	304,759	482,182	-
Fines and forfeits	-	-	115,970	-	-	-
Utility fees	-	-	-	-	-	2,264,609
Penalties	-	-	-	-	-	132,156
Other receipts	-	7,424,463	-	-	-	199,069
Total receipts	<u>20,858</u>	<u>7,424,463</u>	<u>115,970</u>	<u>304,759</u>	<u>482,182</u>	<u>2,595,834</u>
Disbursements:						
Personal services	-	5,468,653	-	92,790	-	-
Supplies	-	-	-	52,528	-	-
Other services and charges	59,731	13,701	-	69,293	541,710	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	95,650	-	261,998
Utility operating expenses	-	-	-	-	-	1,311,917
Other disbursements	-	1,918,733	118,763	15,219	-	679,124
Total disbursements	<u>59,731</u>	<u>7,401,087</u>	<u>118,763</u>	<u>325,480</u>	<u>541,710</u>	<u>2,253,039</u>
Excess (deficiency) of receipts over disbursements	<u>(38,873)</u>	<u>23,376</u>	<u>(2,793)</u>	<u>(20,721)</u>	<u>(59,528)</u>	<u>342,795</u>
Cash and investments - ending	<u>\$ 226,995</u>	<u>\$ 93,128</u>	<u>\$ 5,693</u>	<u>\$ 128,505</u>	<u>\$ 12,269</u>	<u>\$ 2,395,804</u>

TOWN OF ZIONSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	2010 Sewage Works Construction	Sewer Improvement Carter Agreement	Availability Fees	2010 Sewage Works Bond/Interest	Sewer Debt Service Reserve	Totals
Cash and investments - beginning	\$ 103,216	\$ 4,660	\$ 529,251	\$ 182,877	\$ 151,376	\$ 18,791,422
Receipts:						
Taxes	55,994	-	-	-	-	10,264,107
Licenses and permits	-	-	-	-	-	744,576
Intergovernmental	-	-	-	-	-	6,411,654
Charges for services	-	-	-	-	-	837,057
Fines and forfeits	-	-	-	-	-	163,604
Utility fees	-	75,840	283,475	-	-	2,623,924
Penalties	-	-	-	-	-	132,156
Other receipts	133,771	-	-	389,460	97,020	12,689,417
Total receipts	<u>189,765</u>	<u>75,840</u>	<u>283,475</u>	<u>389,460</u>	<u>97,020</u>	<u>33,866,495</u>
Disbursements:						
Personal services	-	-	-	-	-	14,481,963
Supplies	-	-	-	-	-	610,646
Other services and charges	-	-	-	-	-	4,376,708
Debt service - principal and interest	-	-	-	-	-	2,719,970
Capital outlay	191,083	-	-	-	-	3,086,857
Utility operating expenses	-	71,120	-	-	-	1,383,037
Other disbursements	44,235	-	-	572,231	-	3,822,023
Total disbursements	<u>235,318</u>	<u>71,120</u>	<u>-</u>	<u>572,231</u>	<u>-</u>	<u>30,481,204</u>
Excess (deficiency) of receipts over disbursements	<u>(45,553)</u>	<u>4,720</u>	<u>283,475</u>	<u>(182,771)</u>	<u>97,020</u>	<u>3,385,291</u>
Cash and investments - ending	<u>\$ 57,663</u>	<u>\$ 9,380</u>	<u>\$ 812,726</u>	<u>\$ 106</u>	<u>\$ 248,396</u>	<u>\$ 22,176,713</u>

TOWN OF ZIONSVILLE  
SCHEDULE OF LEASES AND DEBT  
December 31, 2012

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: Village Development One, LLC	100 West Pine Street Lot Purchase	\$ 90,722	01-01-09	12-31-18
Total of annual lease payments		<u>\$ 90,722</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Park District Bonds of 2007	\$ 4,400,000	\$ 530,995
General obligation bonds	General Obligation Bonds of 2005	1,385,000	203,634
Revenue bonds	Municipal Building Corporation-First Mortgage Bonds	1,690,000	266,500
Revenue bonds	Town Hall Building Corporation-Lease Rental Bonds	1,295,000	204,500
Revenue bonds	Union Township Fire Building Corporation-First Mortgage Bonds of 2006	<u>1,720,000</u>	<u>142,000</u>
Total governmental activities		<u>10,490,000</u>	<u>1,347,629</u>
Wastewater:			
Revenue bonds	Sewage Works 2010 A-Series Bonds	5,255,000	354,788
Notes and loans payable	Sewage Works 2010 Bond Anticipation Refunding Notes	<u>1,200,000</u>	<u>24,000</u>
Total Wastewater		<u>6,455,000</u>	<u>378,788</u>
Totals		<u>\$ 16,945,000</u>	<u>\$ 1,726,417</u>

TOWN OF ZIONSVILLE  
SCHEDULE OF CAPITAL ASSETS  
December 31, 2012

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	Ending Balance
Governmental activities:	
Land	\$ 6,829,096
Infrastructure	17,712,274
Buildings	11,502,006
Improvements other than buildings	4,188,578
Machinery, equipment, and vehicles	5,023,085
Construction in progress	23,901
Total governmental activities	45,278,940
Golf Course:	
Land	1,312,402
Buildings	68,280
Machinery, equipment, and vehicles	132,750
Total Golf Course	1,513,432
Trash:	
Total Trash	-
Wastewater:	
Land	233,815
Infrastructure	15,398,513
Buildings	2,874,467
Improvements other than buildings	18,317,888
Machinery, equipment, and vehicles	244,035
Total Wastewater	37,068,718
Total capital assets	\$ 83,861,090

TOWN OF ZIONSVILLE  
EXAMINATION RESULT AND COMMENT

***ANNUAL REPORT***

The Annual Report for 2012 contained errors and did not reflect the financial activity of the Town of Zionsville. Transactions relating to the Redevelopment Authority were not correctly presented on the Annual Report. In addition, the Town provided \$50,000 in financial support to the Boone County Economic Development Corporation, which was not disclosed on the annual report.

Indiana Code 5-11-1-4(a) states:

"The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under IC 5-14-3.8-7."

TOWN OF ZIONSVILLE  
EXIT CONFERENCE

The contents of this report were discussed on August 21, 2013, with John Yeo, Clerk-Treasurer, and Ed Mitro, Town Manager.